



**GALAXY ENTERTAINMENT
GROUP LIMITED**

銀河娛樂集團有限公司

(incorporated in Hong Kong with limited liability)
(Stock Code: 27)



**K. WAH INTERNATIONAL
HOLDINGS LIMITED**

嘉華國際集團有限公司

(incorporated in Bermuda with limited liability)
(Stock Code: 173)

**APPOINTMENTS OF NEW DIRECTORS AND
COMPLETION OF ISSUE OF NEW SHARES OF**

GALAXY ENTERTAINMENT GROUP LIMITED

**COMPLETION OF SALE OF SHARES OF
GALAXY ENTERTAINMENT GROUP LIMITED BY**

K. WAH INTERNATIONAL HOLDINGS LIMITED

The Galaxy Directors are pleased to announce that the appointments of Dr. Martin Clarke and Mr. Guido Paolo Gamucci as non-executive directors of Galaxy took effect on 27 November 2007 and Completion of the Subscription Agreement and the FRN Agreement took place on 27 November 2007.

The KWIH Directors are also pleased to announce that Completion of the Share Purchase Agreement took place on 27 November 2007.

Reference is made to the joint announcement of Galaxy Entertainment Group Limited (“Galaxy”) and K. Wah International Holdings Limited (“KWIH”) dated 11 October 2007 and the circular jointly issued by Galaxy and KWIH dated 5 November 2007 (“Circular”). Unless otherwise defined, capitalised terms used herein have the same meanings as those defined in the Circular.

The Galaxy Directors are pleased to announce that the appointments of Dr. Martin Clarke and Mr. Guido Paolo Gamucci as non-executive directors of Galaxy took effect on 27 November 2007 and that as all the conditions of the Subscription Agreement and the FRN Agreement have been fulfilled, Completion of the Subscription Agreement and the FRN Agreement took place on 27 November 2007.

The KWIH Directors are also pleased to announce that as all the conditions of the Share Purchase Agreement have been fulfilled, Completion of the Share Purchase Agreement took place on 27 November 2007.

The following are brief details of the two new Galaxy Directors:-

Dr. Martin Clarke, aged 51, became a Partner at Permira in 2004 and is Head of the Consumer Sector at Permira. He has worked on a number of transactions including Gala Coral Group, New Look, Principal Hotels and Telepizza. He has over 20 years of experience of private equity. Prior to joining Permira, he was one of the founder directors of PPMV, the private equity arm of Prudential plc. Martin was involved in developing the business from a small UK-focused operation to a team of over 35 professionals based in London, Europe and the Far East. He was involved in over 20 deals, with a particular interest in the consumer, leisure and retail sectors. He holds MA and PhD degrees in History from Cambridge University, England.

Save for the proposed appointment to the Relevant Boards pursuant to the terms of the Investors' Rights Agreement, Dr. Clarke does not hold any position with the Galaxy Group. In the last three years preceding the date hereof, Dr. Clarke has not been a director of any listed public companies.

Mr. Guido Paolo Gamucci, aged 55, is Chairman of Permira's Asia Pacific operations, having previously managed its Milan office. He is a Partner in Permira. He has worked on numerous transactions including DinoSol Supermercados, EEMS, Ferretti Group and Seat PG. Prior to joining Permira in 1997, he spent six years with UBS Capital in Italy as Founding Partner and Managing Director. Previously Mr. Gamucci worked at Citicorp in Italy, as Deputy Head of Investment Banking and Country Treasurer for Italy. He has a degree in Mechanical Engineering from the University of Rome, Italy, and an MBA from INSEAD, France.

Save for the proposed appointment to the Relevant Boards pursuant to the terms of the Investors' Rights Agreement, Mr. Gamucci does not hold any position with the Galaxy Group. In the last three years preceding the date hereof, Mr. Gamucci has been a director of Seat Pagine Gialle SpA (a company listed on the Milan Stock Exchange) from 1 August 2003 to 30 September 2005 and EEMS Italia SpA (a company listed on the Milan Stock Exchange) from 24 May 1999 to 8 November 2006.

Mr. Gamucci was a director of MWCR SpA ("MWCR"), an Italian company which was involved in the assembly, sale and maintenance of cash registers, between 18 March 2000 and 16 December 2005. On 6 September 2006, the members of MWCR decided to put the company into voluntary liquidation and on 8 February 2007 the company was admitted to a court-controlled settlement process in Italy with creditors for a total amount of approximately €150 million (about HK\$1,732.5 million).

There is no written director's service contract between Galaxy and Dr. Clarke or Mr. Gamucci. They are not appointed for any specific length of service but their terms as Galaxy Directors are subject to the terms of the Investors' Rights Agreement as well as retirement by rotation and re-election at the annual general meetings of Galaxy in accordance with its Articles of Association. Their directors' emoluments comprise annual director's fees (which will be proposed by the Galaxy Board and approved by the Galaxy Shareholders at the subsequent year's annual general meeting of Galaxy). Their emoluments are determined by reference to their duties and responsibilities with Galaxy, Galaxy's performance and profitability, Galaxy's remuneration policy and market benchmarks.

Dr. Clarke and Mr. Gamucci do not have any relationship with any directors, senior management or substantial or controlling shareholders of Galaxy save that they are Permira Directors. As at the date hereof, they have no interests in Galaxy Shares within the meaning of Part XV of the SFO.

Save as disclosed herein, the Galaxy Board is not aware of any other matters relating to the appointments of Dr. Clarke and Mr. Gamucci that need to be brought to the attention of the Galaxy Shareholders nor any information to be disclosed pursuant to any of the requirements of paragraphs (h) to (v) of Rule 13.51(2) of the Listing Rules.

The Galaxy Board would like to express its warm welcome to Dr. Clarke and Mr. Gamucci on their appointments.

At the date of this announcement, the executive directors of Galaxy are Dr. Che-woo Lui (Chairman), Mr. Francis Lui Yiu Tung, Mr. Chan Kai Nang, Mr. Joseph Chee Ying Keung and Ms. Paddy Tang Lui Wai Yu; the non-executive directors are Mr. Moses Cheng Mo Chi, Mr. Anthony Thomas Christopher Carter, Dr. Martin Clarke and Mr. Guido Paolo Gamucci; and the independent non-executive directors are Dr. Charles Cheung Wai Bun, Mr. James Ross Ancell and Dr. William Yip Shue Lam.

At the date of this announcement, the executive directors of KWIH are Dr. Che-woo Lui (Chairman), Mr. Francis Lui Yiu Tung, Mr. Eddie Hui Ki On, Mr. Lennon Lun Tsan Kau and Ms. Paddy Tang Lui Wai Yu; the non-executive directors are Mr. Michael Leung Man Kin and Dr. Philip Wong Kin Hang; and the independent non-executive directors are Sir David Akers-Jones, Dr. The Hon. Leo Lee Tung Hai, Dr. Robin Chan Yau Hing, Dr. Charles Cheung Wai Bun, and Mr. Robert George Nield.

By Order of the Board of
**GALAXY ENTERTAINMENT
GROUP LIMITED**
Kitty Chan Lai Kit
Company Secretary

By Order of the Board of
**K. WAH INTERNATIONAL
HOLDINGS LIMITED**
Ricky Chan Ming Tak
Company Secretary

Hong Kong, 27 November 2007